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NATCHITOCHES HISTORIC DISTRICT
DEVELOPMENT COMMISSION
NATCHITOCHES, LOUISIANA

BASIC FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED
JUNE 30, 2008

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date

11/19/08

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**NATCHITOCHEs HISTORIC DISTRICT DEVELOPMENT COMMISSION
NATCHITOCHEs, LOUISIANA
BASIC FINANCIAL STATEMENTS
AS OF AND FOR THE YEAR ENDED JUNE 30, 2008**

TABLE OF CONTENTS

	<u>Page No.</u>
BASIC FINANCIAL STATEMENTS	
Independent Accountants' Report.....	1
Required Supplemental Information (Part 1 of 2)	
Management's Discussion and Analysis	4
Fund Financial Statements	
Balance Sheet.....	8
Statement of Revenues, Expenses and Changes in Fund Balances	9
Notes to Financial Statements	
Index	11
Notes	12
Required Supplemental Information (Part 2 of 2)	
Budgetary Comparison Schedule.....	18
SUPPLEMENTAL SCHEDULES AND INFORMATION	
Schedule of Per Diem Paid to Board Members	20
Independent Accountants' Report on Agreed-Upon Procedures.....	21
Louisiana Attestation Questionnaire.....	24
Schedule of Findings and Questioned Costs.....	26
OTHER REQUIRED SUPPLEMENTARY INFORMATION	
Louisiana's Comprehensive Annual Financial Report	28

BASIC FINANCIAL STATEMENTS

MARY SUE STAGES, CPA
A PROFESSIONAL ACCOUNTING CORPORATION

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Louisiana Society of Certified Public Accountants
American Institute of Certified Public Accountants
Association of Governmental Accountants
Governmental Audit Quality Control Center

INDEPENDENT ACCOUNTANTS' REPORT

Commission Members of the
Natchitoches Historic District Development Commission
c/o Johnson, Thomas & Cunningham, CPAs
321 Bienville Street
Natchitoches, Louisiana 71457

We have reviewed the accompanying basic financial statements of the governmental activities of the Natchitoches Historic District Development Commission, a component unit of the State of Louisiana, as of and for the year ended June 30, 2008, as listed in the table of contents. These basic financial statements are the responsibility of the Natchitoches Historic District Development Commission's management.

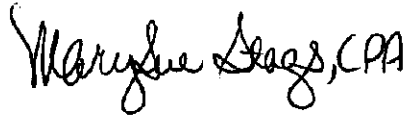
Our review was conducted in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards* issued by the Comptroller General of the United States of America. A review consists principally of inquiries of Commission personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States.

In accordance with the *Louisiana Governmental Audit Guide* and the provisions of state law, we have issued a report, dated October 23, 2008, on the results of our agreed-upon procedures.

The accompanying supplemental information listed in the table of contents under Supplemental Schedules and Information and Other Required Supplementary Information is presented for purposes of

additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, but were compiled from information that is the representation of management, without audit or review. Accordingly, we do not express an opinion or any other form of assurance on the supplementary information.

A handwritten signature in black ink that reads "Mary Sue Stages, CPA". The signature is written in a cursive, flowing style.

Mary Sue Stages, CPA
A Professional Accounting Corporation
October 23, 2008

REQUIRED SUPPLEMENTAL INFORMATION
(PART 1 OF 2)

**NATCHITOCHEs HISTORIC DISTRICT DEVELOPMENT COMMISSION
NATCHITOCHEs, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2008**

The purpose of this section is to offer a narrative overview and analysis of the Natchitoches Historic District Development Commission's (hereafter referred to as the Commission) financial performance during the year ended June 30, 2008. This document focuses on the current year activities, resulting changes and currently known facts. It should be read in conjunction with the financial report taken as a whole.

Highlights of the Commission as a Whole

- ▶ The Commission's assets exceeded its liabilities by \$108,281 at June 30, 2008, providing for a favorable liquidity rate.
- ▶ There were \$79,407 in grants awarded during the year - \$40,413 for the façade of buildings within the historic district and \$38,873 for landscaping enhancements.

Overview of the Financial Statement Presentation

These financial statements are comprised of these components – (1) management's discussion and analysis, (2) basic financial statements, (3) notes to the financial statements and (4) required supplemental information. There is also other supplemental schedules and information contained in this report provided for additional information.

Basic Financial Statements. The basic financial statements present information for the Commission as a whole. There are usually two types of statements presented – government-wide financial statements and fund financial statements. Because the Commission has no long-term debt or capital assets, the two most prevalent reconciling items between the two types of statements, only fund financial statements have been presented.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Commission uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Commission has only one category of funds: governmental funds.

Governmental Funds. The focus with fund financial statements is to provide a distinct view of the Commission's governmental funds only. These statements report short-term fiscal accountability emphasizing the use of spendable resources during the year and balances of spendable resources available at the end of the year. Governmental funds of the Commission include a general fund. The fund financial statements begin on page 8.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

The index of the notes is found on page 11 with the actual notes beginning immediately afterwards.

NATCHITOCHEs HISTORIC DISTRICT DEVELOPMENT COMMISSION
NATCHITOCHEs, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2008

Required Supplemental Information. A budgetary comparison schedule is included for governmental funds under required supplemental information – part 2 of 2. This schedule indicates the Commission's compliance with its adopted and final revised budgets and is on page 18.

As a component unit of the State of Louisiana, the Commission complies with the reporting requirements of the Division of Administration, Office of Statewide Reporting and Accounting. Included as other required supplemental information is the Louisiana Comprehensive Annual Financial Report completed with information relative to the Commission.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain other information that is deemed useful to readers of this report.

Financial Analysis of the Commission

Net assets are an indicator of the Commission's financial position from year to year. A summary of net assets follows.

SUMMARY OF NET ASSETS

	<u>2008</u>	<u>2007</u>
Assets		
Current assets	\$ 109,181.47	\$ 176,404.01
Liabilities		
Current liabilities	<u>900.00</u>	<u>900.00</u>
Net Assets		
Unrestricted	<u>108,281.47</u>	<u>175,504.01</u>

Between June 30, 2007 and June 30, 2008, net assets of the Commission decreased by \$67,223 or 38%. While requested appropriations remained the same, there were additional grants awarded and special events sponsored during the current year. Additionally, there were prior year approved projects completed during the year ended June 30, 2008.

**NATCHITOCHE'S HISTORIC DISTRICT DEVELOPMENT COMMISSION
NATCHITOCHE'S, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2008**

A summary of changes in net assets is as follows:

SUMMARY OF CHANGES IN NET ASSETS

	<u>2008</u>	<u>2007</u>
Operating Revenues	\$ 225,000.00	\$ 225,089.00
Operating Expenses	<u>(293,261.06)</u>	<u>(228,246.00)</u>
Operating Loss	(68,261.06)	(3,157.00)
Non-operating Revenues (Expenses)	<u>1,038.52</u>	<u>1,046.00</u>
Change in Net Assets	<u>(67,222.54)</u>	<u>(2,111.00)</u>

Revenues remained relatively the same. Expenses increased by \$65,015 or 28% of the prior year's expenses. This is due to a greater number of grants awarded and additional programs sponsored.

Budgetary Highlights

The original and final budgets are presented in the accompanying required supplemental information. Revenues were greater than anticipated by \$539. Expenses were \$87,684 or 23% less than anticipated.

Capital Asset and Debt Administration

Capital Assets: The Commission does not have any capital assts.

Debt Administration: The Commission does not have any long-term debt.

Economic Environment and Next Year's Budget

The Commission plans to continue its awards and special program sponsorships. It will also provide funding for promotion of the historic district, a responsibility given to it by the legislature.

Request for Information

This financial report is designed to provide a general overview of the Commission's finances, comply with finance-related laws and regulations and demonstrate the Commission's commitment to public accountability. Any questions or requests for additional information can be obtained by contacting Mr. David Stamey at 318-357-1262.

FUND FINANCIAL STATEMENTS

**NATCHITOCHEs HISTORIC DISTRICT DEVELOPMENT COMMISSION
NATCHITOCHEs, LOUISIANA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2008**

ASSETS

General Fund

Cash and cash equivalents

\$ 71,422.87

Receivables, net

37,758.60

TOTAL ASSETS

109,181.47

LIABILITIES AND FUND BALANCES

Liabilities:

Accounts payable

900.00

Fund Balances:

Unreserved

108,281.47

TOTAL LIABILITIES AND FUND BALANCES

109,181.47

See Accompanying Notes and Accountants' Report

**NATCHITOCHEs HISTORIC DISTRICT DEVELOPMENT COMMISSION
NATCHITOCHEs, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2008**

<u>REVENUES</u>		<u>General Fund</u>
State appropriations		\$ 225,000.00
Interest earned		<u>1,038.52</u>
	Total Revenues	226,038.52
 <u>EXPENDITURES</u>		
General Government:		
Postage	\$ 168.00	
Professional fees:		
Accounting	6,000.00	
Secretarial	<u>4,800.00</u>	
	Total General Government	10,968.00
Economic/Cultural Development:		
Landscaping and other enhancements	94,150.00	
Marketing and promotion	21,776.00	
Christmas/other special events	87,081.10	
Grants - façade	40,413.10	
Grants - landscaping	<u>38,872.86</u>	
	Total Economic/Cultural Development	<u>282,293.06</u>
	Total Expenditures	<u>293,261.06</u>
Net Change in Fund Balances		(67,222.54)
Fund Balances, beginning		<u>175,504.01</u>
Fund Balances, ending		<u><u>108,281.47</u></u>

See Accompanying Notes and Accountants' Report

NOTES TO FINANCIAL STATEMENTS

NATCHITOCHEs HISTORIC DISTRICT DEVELOPMENT COMMISSION
NATCITOCHEs, LOUISIANA
INDEX TO NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

<u>Note No.</u>	<u>Description</u>	<u>Page No.</u>
	Introduction.....	12
1	Summary of Significant Accounting Policies.....	12
2	Cash and Cash Equivalents.....	15
3	Receivables	15
4	Leases.....	15
5	Accounts and Other Payables	16
6	Related Party Transactions	16
7	Litigation.....	16
8	Subsequent Events	16

NATCHITOCHES HISTORIC DISTRICT DEVELOPMENT COMMISSION
NATCHITOCHES, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

INTRODUCTION

The Natchitoches Historic District Development Commission is a component unit of the State of Louisiana. It was created by the legislature under the provisions of Louisiana Revised Statute 25:791. It was created for the purpose of planning and development the Natchitoches Historic District, a national landmark, and for the maintenance of the historic integrity of that district.

The Commission is composed of 16 members that include the chair of the (1) Historic Business Association, (2) Natchitoches Historic District Commission, (3) National Heritage Area Commission District, (4) Natchitoches Chamber of Commerce or his designee, (5) Natchitoches Tourist Commission or his designee, (6) Association for the Preservation of Historic Natchitoches or his designee, (7) Natchitoches Historic Foundation, Inc. or his designee, (8) Cane River Waterway Commission or his designee, (9) Museum Contents, Inc. or his designee and (10) Main Street Association or his designee. The Commission also includes the (1) mayor of the City of Natchitoches or his designee, (2) District 31 senator or his designee, (3) District 23 representative or his designee, (4) president of the Natchitoches Parish Police Jury or his designee, (5) president of the Northwestern State University or his designee and (6) president of the Natchitoches Parish Voters and Civic League or his designee.

Commission members serve with or without pay or per diem. They also may receive pre-approved travel expenses as long as such expenses do not exceed the maximum allowable under Chapter 17 of Title 39 of the Louisiana Revised Statutes of 1950.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting practice of the Natchitoches Historic District Development Commission conforms to generally accepted accounting principles as applicable to governments. Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statute 24:513 and to the guides set forth in the *Louisiana Governmental Audit Guide*, and to the industry audit guide *Audits of State and Local Governmental Units*.

The following is a summary of certain significant accounting policies:

Financial Reporting Entity: Section 2100 of the GASB Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification) established criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. For financial reporting purposes, in conformance with GASB Codification Section 2100, the Commission is considered a component unit of the State of Louisiana because the State exercises oversight responsibility in that state statutes determines the Commission members and public service is rendered within the State's boundaries. The accompanying financial statements present only the transactions of the Natchitoches Historic District Development Commission.

NATCHITOCHEs HISTORIC DISTRICT DEVELOPMENT COMMISSION
NATCHITOCHEs, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

Fund Accounting: The Commission uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions relating to certain government functions or activities.

A fund is a separate entity with a self-balancing set of accounts. Funds of the Commission are classified under one category: governmental. This category, in turn, is further divided into separate fund types. The fund classifications and a description of each existing fund type follow:

Governmental Funds: Governmental funds account for all or most of the Commission's general activities, including the collection and disbursement of specific or legally reserved monies, the acquisition or construction of general fixed assets, and the servicing of general long-term obligations. Governmental funds include:

1. General – accounts for all activities not required to be reported in another fund.

Basis of Accounting/M Measurement Focus: In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Commission (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles and are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy.

The type of financial statement presentation determines the accounting and financial reporting treatment applied to a fund.

The government-wide statements are reported using an economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets and liabilities associated with the operation of governmental and business-type activities are included in the statement of net assets. Revenues are recognized when earned, and expenses are recognized at the time the liabilities are incurred in the statement of activities. In these statements, capital assets are reported and depreciated in each fund, and long-term debt is reported.

The fund statements are reported using a current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements present increases and decreases in net current assets. Expenditures for capital assets are reported as current expenses, and such assets are not depreciated. Principle and interest paid on long-term debt is reported as current expenses.

Only fund statements have been reported in this statement.

NATCHITOCHEs HISTORIC DISTRICT DEVELOPMENT COMMISSION
NATCHITOCHEs, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

Application of FASB Statements and Interpretations: Reporting on governmental-type and business-type activities is based on FASB Statements and Interpretations issued after November 30, 1989, except where they conflict or contradict GASB pronouncements.

Budgets and Budgetary Accounting: Subject to the Louisiana Licensing Agency Budget Act established by Louisiana Revised Statutes 39:1331-1342, the Commission adopts an annual budget prepared in accordance with the basis of accounting utilized by that fund. The Commission must approve any revisions that alter the total expenditures. Although budget amounts lapse at year-end, the Commission retains its unexpended net assets to fund expenditures of the succeeding year.

Cash and Cash Equivalents: Cash and cash equivalents include amounts in interest-bearing demand deposits. Under state law, the Commission may deposit funds in demand deposits, interest-bearing demand deposits, money market accounts or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

For purposes of the statement of cash flows, when presented, all highly liquid investments with a maturity of three months or less are considered to be cash equivalents.

Investments: Investments are limited by Louisiana Revised Statute 33:2955. If the original maturities of investments exceed 90 days, they are classified as investments. Otherwise, the investments are classified as cash and cash equivalents. In accordance with GASB Statement No. 31, investments are recorded at fair value with the corresponding increase or decrease reported in investment earnings.

Inventory: Inventory of the Commission includes only office supplies and printed materials, the amount of which is considered immaterial. Therefore, the acquisition of these items is expensed when purchased, and the inventory on hand at year-end is not reported in the accompanying financial statements.

Use of Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Receivables: Receivables include current year state appropriations collected in the subsequent period because the amount is both measurable and available.

Capital Assets: Assets are recorded at historical cost. Depreciation is recorded using the straight-line method over the useful lives of the assets. Generally, the Commission includes all capital acquisitions with a cost of \$5,000 in its fixed asset inventory. However, certain items at a cost below that amount may be capitalized if benefits of the item will extend beyond one year and/or the Commission wants to monitor the item. Currently, there are no capital assets.

NATCHITOCHES HISTORIC DISTRICT DEVELOPMENT COMMISSION
NATCHITOCHES, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

Fund Balances: In the balance sheet, the difference between a government's assets and liabilities is recorded as fund balances. Fund balances are segregated as follows:

Reserved

These resources are segregated because their use is earmarked for a specific use.

Unreserved

This category represents that portion of equity not appropriable for expenditures or legally segregated for a specific future use.

Inter-fund Transactions: All inter-fund transactions except quasi-external transactions are reported as operating transfers, when applicable.

NOTE 2 – CASH AND CASH EQUIVALENTS

The following is a summary of cash and cash equivalents at June 30, 2008:

	<u>Book Balance</u>	<u>Bank Balance</u>
Interest-bearing demand deposits	<u>\$ 71,422.87</u>	<u>\$ 104,334.86</u>

These deposits are stated at cost, which approximates market. Under state law, they must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These securities are held in the name of the pledging fiscal agent bank in a holding, or custodial bank that is mutually acceptable to both parties.

With the adoption of GASB Statement No. 40, only deposits that are considered exposed to custodial credit risk are required to be disclosed. The Commission does not have any deposits that fall within this category.

NOTE 3 - RECEIVABLES

The net receivables of \$37,758.60 as of June 30, 2008, include state appropriations received in the subsequent month. There is no allowance estimated as 100% of the amount due is expected to be collected.

NOTE 4 – LEASES

Operating Leases. The Commission has no operating leases.

Capital Leases. The Commission has no capital leases.

**NATCHITOCHEs HISTORIC DISTRICT DEVELOPMENT COMMISSION
NATCHITOCHEs, LOUISIANA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008**

NOTE 5 – ACCOUNTS AND OTHER PAYABLES

The following is a summary of payables at June 30, 2008:

Class of Payables

Trade	\$ <u>900.00</u>
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NOTE 6– RELATED PARTY TRANSACTIONS

There were no related party transactions during the year.

NOTE 7 – LITIGATION

There is no litigation that would require disclosure in this financial report.

NOTE 8 – SUBSEQUENT EVENTS

There were no events between the close of the year through issuance of this report that would materially impact these financial statements.

REQUIRED SUPPLEMENTAL INFORMATION
(PART 2 OF 2)

NATCHITOCHEs HISTORIC DISTRICT DEVELOPMENT COMMISSION
NATCHITOCHEs, LOUISIANA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2008

	Budget		Actual	Variance with
	Original	Final	Amounts (Budgetary Basis)	Final Budget Positive (Negative)
<u>REVENUES</u>				
State appropriations	\$ 225,000	\$ 225,000	\$ 225,000	\$ -
Interest earned	500	500	1,039	539
Total Revenues	225,500	225,500	226,039	539
<u>EXPENDITURES</u>				
General Government:				
Postage/supplies	460	460	168	292
Accounting fees	8,600	8,600	6,000	2,600
Secretarial fees	4,800	4,800	4,800	-
Economic/Cultural Development:				
Virginia Baker Park	16,000	16,000	1,500	14,500
Tree maintenance/fertilization	63,820	63,820	56,000	7,820
Landscaping materials	19,000	19,000	15,000	4,000
Downtown maintenace/rehab	43,400	43,400	21,650	21,750
Marketing and promotion	52,400	52,400	21,776	30,624
Christmas set pieces	15,000	15,000	14,840	160
Special events	76,565	76,565	72,241	4,324
Grants - façade	50,000	50,000	40,413	9,587
Grants - landscaping	30,900	30,900	38,873	(7,973)
Total Expenditures	380,945	380,945	293,261	87,684
Net Change in Fund Balances	(155,445)	(155,445)	(67,223)	88,222
Fund Balance, beginning	175,504	175,504	175,504	(0)
Fund Balance, ending	20,059	20,059	108,281	88,222

See Accountants' Report

SUPPLEMENTAL SCHEDULES AND INFORMATION

**NATCHITOCHES HISTORIC DISTRICT DEVELOPMENT COMMISSION
NATCHITOCHES, LOUISIANA
SCHEDULE OF PER DIEM PAID TO COMMISSION MEMBERS
JUNE 30, 2008**

In compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature, this schedule of per diem paid to Commission members is presented for the year ended June 30, 2008.

The Commission has chosen to serve without compensation or per diem.

<u>Name</u>	<u>Representing</u>
Williams, Roger (Chair)	District 23 – Representative Taylor Townsend
Stamey, David (Vice-chair)	Natchitoches Chamber of Commerce
Newell, Saidee (Secretary)	Association for Preservation of Historic Natchitoches
Lee, Edd (Treasurer)	Natchitoches Historic Foundation
Crew, Robert G.	Northwestern State University
DeBlieux, Robert	National Heritage Area Commission District
Dickens, Sandra	Historic Business Association
Gahagan, Sharon	Natchitoches Historic District Commission
Graves, Daniel	District 31 – Senator Mike Smith
Harper, Iris	Natchitoches Tourist Commission
Hornsby, Courtney	Natchitoches Main Street Association
James, Will	Natchitoches Parish Police Jury
McCullen, Mayor Wayne	City of Natchitoches
Murchison, Tyler	Museum Contents, Inc.
<i>Vacant</i>	Cane River Waterway Commission
<i>Vacant</i>	Natchitoches Parish Voters and Civic League

See Accountants' Report

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*Louisiana Society of Certified Public Accountants
American Institute of Certified Public Accountants
Association of Governmental Accountants
Governmental Audit Quality Control Center*

**INDEPENDENT ACCOUNTANTS' REPORT
ON APPLYING AGREED-UPON PROCEDURES**

Commission Members of the
Natchitoches Historic District Development Commission
c/o Johnson, Thomas & Cunningham, CPAs
321 Bienville Street
Natchitoches, Louisiana 71457

We have performed the procedures included in the *Louisiana Government Audit Guide* and enumerated below, which were agreed to by the management of the Natchitoches Historic District Development Commission and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about the Commission's compliance with certain laws and regulations during the year ended June 30, 2008, included in the accompanying Louisiana Attestation Questionnaire. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Public Bid Law

1. Select all expenditures made during the year for material and supplies exceeding \$20,000, or public works exceeding \$100,000, and determine whether such purchases were made in accordance with LSA-RS 38:2211-2251 (the public bid law).

There were no expenditures in excess of \$20,000 for material and supplies or \$100,000 for public works made during the year.

Code of Ethics for Public Officials and Public Employees

2. Obtain from management a list of the immediate family members of each Commission member as defined by LSA-RS 42:1101-1124 (the code of ethics), and a list of outside business interests of all Commission members and employees, as well as their immediate families.

Management provided us with the required list.

3. Obtain from management a listing of all employees paid during the period under examination.

The Commission has no employees.

4. Determine whether any of those employees included in the listing obtained from management in agreed-upon procedure (3) were also included on the listing obtained from management in agreed-upon procedure (2) as immediate family members.

Because there are no employees, this agreed-upon procedure is not applicable.

Budgeting

5. Obtain a copy of the legally adopted budget and all amendments.

Management provided us with a copy of the original budget. There were no amendments to the budget during the year.

6. Trace the budget adoption and amendments to the minute book.

We traced the adoption of the original budget to the minutes of a regular meeting.

7. Compare the revenues and expenditures of the final budget to actual expenditures to determine if actual expenditures exceeded budgeted amounts by 10% or more per category or 5% or more in total.

We compared the expenditures of the final budget to actual expenditures. Revenues were in excess of anticipated while expenses were less than anticipated.

Accounting and Reporting

8. Randomly select six disbursements made during the period under examination and:

- (a) trace payments to supporting documentation as to proper amount and payee;

We examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

- (b) determine if payments were properly coded to the correct fund and general ledger account; and

All six of the payments were coded to the correct fund and general ledger account.

(c) determine whether payments received approval from proper authorities.

Inspection of documentation supporting each of the six selected disbursements indicated proper approvals.

Meetings

9. Examine evidence indicating that agendas for meetings recorded in the minute book were posted or advertised as required by LSA-RS 42:1 through 42:12 (the open meetings law).

The Commission is required to post a notice of each meeting and the accompanying agenda. Management has asserted that such documents were properly posted.

Debt

10. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds or like indebtedness.

We inspected copies of bank deposit slips for the period under examination and noted no deposits that appeared to be proceeds of bank loans, bonds or like indebtedness.

Advances and Bonuses

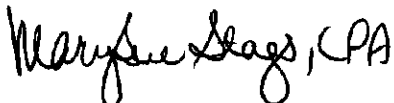
11. Examine payroll records and minutes for the year to determine whether any payments have been made to employees that may constitute bonuses, advances or gifts.

Because there are no employees, this agreed-upon procedure is not applicable.

The prior year report, dated August 27, 2007, did not include any comments or unresolved matters.

We were not engaged to, and did not perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of the Commission and the Legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under LSA-RS 24:513, this report is distributed by the Legislative Auditor as a public document.



Mary Sue Stages, CPA
A Professional Accounting Corporation
October 23, 2008

LOUISIANA ATTESTATION QUESTIONNAIRE
(For Attestation Engagements of Government)

Date: OCTOBER 3, 2008

Mary Sue Stages, CPA, APAC
P. O. Box 30
Baker, Louisiana 70704-0030

In connection with your review of our financial statements as of June 30, 2008, and for the year then ended, and as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulations and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of OCTOBER 3, 2008 (date completed).

Public Bid Law

It is true that we have complied with the public bid law, LSA-RS Title 38:2212, and, where applicable, the regulations of the Division of Administration, State Purchasing Office..

Yes [☒] No []

Code of Ethics for Public Officials and Public Employees

It is true that no employees or officials have accepted anything of value, whether in the form of a service, loan, or promise, from anyone that would constitute a violation of LSA-RS 42:1101-1124.

Yes [☒] No []

It is true that no member of the immediate family of any member of the governing authority, or the chief executive of the governmental entity, has been employed by the governmental entity after April 1, 1980, under circumstances that would constitute a violation of LSA-RS 42:1119.

Yes [☒] No []

Budgeting

We have complied with the state budgeting requirements of the Local Government Budget Act (LSA-RS 39:1301-14) or the budget requirements of LSA-RS 39:34.

Yes [☒] No []

Accounting and Reporting

All non-exempt governmental records are available as a public record and have been retained for at least three years, as required by LSA-RS 44:1, 44:7, 44:31, and 44:36.

Yes ☒ No ☐

We have filed our annual financial statements in accordance with LSA-RS 24:514, 33:463, and/or 39:92, as applicable.

Yes ☒ No ☐

We have had our financial statements audited or compiled in accordance with LSA-RS 24:513.

Yes ☒ No ☐

Meetings

We have complied with the provisions of the Open Meetings Law, provided in RS 42:1 through 42:12.

Yes ☒ No ☐

Debt

It is true we have not incurred any indebtedness, other than credit for 90 days or less to make purchases in the ordinary course of administration, nor have we entered into any lease-purchase agreements, without the approval of the State Bond Commission, as provided by Article VII, Section 8 of the 1974 Louisiana Constitution, Article VI, Section 33 of the 1974 Louisiana Constitution, and LSA-RS 39:1410.60-1410.65.

Yes ☒ No ☐

Advances and Bonuses

It is true we have not advanced wages or salaries to employees or paid bonuses in violation of Article VII, Section 14 of the 1974 Louisiana Constitution, LSA-RS 14:138, and AG opinion 79-729.

Yes ☒ No ☐

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the foregoing laws and regulations. We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We acknowledge our responsibility to disclose to you any known noncompliance which may occur subsequent to the issuance of your report.

Jessica Broadway Secretary/Clerk 10/27/08 Date
David Stamey Treasurer 10/27/08 Date
Logan H. Walker President/Mayor 10/27/08 Date

**NATCHITOCHES HISTORIC DISTRICT DEVELOPMENT COMMISSION
NATCHITOCHES, LOUISIANA
SCHEUDLE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2008**

We have reviewed the basic financial statements of the Natchitoches Historic District Development Commission as of and for the year ended June 30, 2008, and have issued our report thereon dated October 23, 2008. We conducted our review in accordance with *Statements on Standards for Accounting and Review Services* issued by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards* issued by the Comptroller General of the United States of America.

Finding No. 1 - Timeliness of Report

The Commission is required to submit a review/attestation report to the Legislative Auditor and to the Office of State-wide Reporting by September 1st of each year. The Commission was not in compliance as it submitted its report to these agencies in October.

Recommendation: We recommend that the Commission make every effort to comply with this requirement.

Management's Response: The Legislative Auditor selects and contracts with an independent CPA, for a three year period, to perform the necessary attest services for the Commission. The independent CPA selected was only able to complete one year of the contract, and the Legislative Auditor was unable to secure a new independent CPA in sufficient time to complete the process effectively. This noncompliance was not an attempt to disregard the Audit Law.

OTHER REQUIRED SUPPLEMENTARY INFORMATION

**NATCHITOCHES HISTORIC DISTRICT DEVELOPMENT COMMISSION
NATCHITOCHES, LOUISIANA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
JUNE 30, 2008**

LOUISIANA'S COMPREHENSIVE ANNUAL FINANCIAL REPORT

As a component unit of the State of Louisiana, the financial statements of the Natchitoches Historic District Development Commission are included in Louisiana's Comprehensive Annual Financial Report. Following are the statements being submitted to the Division of Administration. The amounts recorded have been subjected to the same review procedures as those recorded in the accompanying financial statements.

NATCHITOCHEs HISTORIC DISTRICT DEVELOPMENT COMMISSION
STATE OF LOUISIANA
Annual Financial Statements
June 30, 2008

C O N T E N T S

	<u>Statements</u>
MD&A	
Balance Sheet	A
Statement of Revenues, Expenses, and Changes in Fund Net Assets	B
Statement of Activities	C
Statement of Cash Flows	D
Notes to the Financial Statements	
A. Summary of Significant Accounting Policies	
B. Budgetary Accounting	
C. Deposits with Financial Institutions and Investments (Information in Appendix B)	
D. Capital Assets – Including Capital Lease Assets	
E. Inventories	
F. Restricted Assets	
G. Leave	
H. Retirement System	
I. Other Postemployment Benefits (Additional information in Appendix F)	
J. Leases	
K. Long-Term Liabilities	
L. Contingent Liabilities	
M. Related Party Transactions	
N. Accounting Changes	
O. In-Kind Contributions	
P. Defeased Issues	
Q. Revenues – Pledged or Sold (GASB 48) (Additional information in Appendix G)	
R. Government-Mandated Nonexchange Transactions (Grants)	
S. Violations of Finance-Related Legal or Contractual Provisions	
T. Short-Term Debt	
U. Disaggregation of Receivable Balances	
V. Disaggregation of Payable Balances	
W. Subsequent Events	
X. Segment Information	
Y. Due to/Due from and Transfers	
Z. Liabilities Payable from Restricted Assets	
AA. Prior-Year Restatement of Net Assets	
BB. Net Assets Restricted by Enabling Legislation (Information in Appendix C)	
CC. Impairment of Capital Assets (Information in Appendix D)	
DD. Employee Termination Benefits	
Schedules	
1 Schedule of Per Diem Paid to Board Members	
15 Schedule of Comparison Figures and Instructions	

**STATE OF LOUISIANA
NATCHITOCHES HISTORIC DISTRICT DEVELOPMENT COMMISSION
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2008**

The Management's Discussion and Analysis of the Natchitoches Historic District Development Commission's, hereinafter referred to as the Commission, financial performance presents a narrative overview and analysis of the Commission's financial activities for the year ended June 30, 2008. This document focuses on the current year's activities, resulting changes, and currently known facts in comparison with the prior year's information.

FINANCIAL HIGHLIGHTS

- ★ The Commission's assets exceeded its liabilities at the close of fiscal year 2008 by \$108,281.
- ★ The Commission's grant awards totaled \$79,407 for renovations to the façade and enhancements to the landscaping of historically significant buildings within the District.

OVERVIEW OF THE FINANCIAL STATEMENTS

The following graphic illustrates the minimum requirements for Special Purpose Governments Engaged in Business-Type Activities established by Governmental Accounting Standards Board Statement 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*.

Management's Discussion and Analysis

Basic Financial Statements

Required Supplementary Information
(other than MD&A)

These financial statements consist of three sections - Management's Discussion and Analysis (this section), the Basic Financial Statements (including the notes to the financial statements), and Required Supplementary Information.

Basic Financial Statements

The basic financial statements present information for the Commission as a whole, in a format designed to make the statements easier for the reader to understand. The statements in this section include the Balance Sheet; the Statement of Revenues, Expenses, and Changes in Fund Net Assets; and the Statement of Cash Flows.

The Balance Sheet presents the current and long-term portions of assets and liabilities separately. The difference between total assets and total liabilities is net assets and may provide a useful indicator of whether the financial position of the Commission is improving or deteriorating.

The Statement of Revenues, Expenses, and Changes in Fund Net Assets presents information showing how the Commission's assets changed as a result of current year operations. Regardless of

**STATE OF LOUISIANA
NATCHITOCHE HISTORIC DISTRICT DEVELOPMENT COMMISSION
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2008**

when cash is affected, all changes in net assets are reported when the underlying transactions occur. As a result, there are transactions included that will not affect cash until future fiscal periods.

The Statement of Cash Flows presents information showing how the Commission's cash changed as a result of current year operations. The cash flow statement is prepared using the direct method and includes the reconciliation of operating income(loss) to net cash provided(used) by operating activities (indirect method) as required by GASB 34.

FINANCIAL ANALYSIS OF THE ENTITY

Statement of Net Assets
as of June 30, 2008

	Total	
	2008	2007
Current and other assets	\$ 109,181	\$ 176,404
Capital assets	0	0
Total assets	109,181	176,404
Other liabilities	900	900
Long-term debt outstanding	0	0
Total liabilities	900	900
Net assets:		
Invested in capital assets, net of debt	0	0
Restricted	0	0
Unrestricted	108,281	175,504
Total net assets	\$ 108,281	\$ 175,504

Restricted net assets represent those assets that are not available for spending as a result of legislative requirements, donor agreements, or grant requirements. Conversely, unrestricted net assets are those that do not have any limitations on how these amounts may be spent.

Net assets of the Commission decreased by \$67,223 or 38%, from June 30, 2007 to June 30, 2008.

**STATE OF LOUISIANA
NATCHITOCHE HISTORIC DISTRICT DEVELOPMENT COMMISSION
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2008**

**Statement of Revenues, Expenses, and Changes in Fund Net Assets
for the years ended June 30, 2008**

	Total	
	2008	2007
Operating revenues	\$ 225,000	\$ 225,089
Operating expenses	293,262	228,246
Operating income(loss)	(68,262)	(3,157)
Non-operating revenues(expenses)	1,039	1,046
Income(loss) before transfers	(67,223)	(2,111)
Transfers in		
Transfers out		
Net increase(decrease) in net assets	\$ (67,223)	\$ (2,111)

The Commission's total revenues remained relatively stable. The total cost of all programs and services increased by \$65,015 or 28%.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The Commission does not have any capital assets.

Debt

The Commission does not have any long-term debt.

VARIATIONS BETWEEN ORIGINAL AND FINAL BUDGETS

Revenues were approximately \$539 more than expected. Expenses were 23% less than budget or \$87,684.

**STATE OF LOUISIANA
NATCHITOCHEs HISTORIC DISTRICT DEVELOPMENT COMMISSION
MANAGEMENT'S DISCUSSION AND ANALYSIS
AS OF JUNE 30, 2008**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Commission's elected and appointed officials considered the following factors and indicators when setting next year's budget, rates, and fees:

- Economic changes in the parishes in which it operates
- Number of grants applications received

CONTACTING THE COMMISSION'S MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the Commission's finances and to show the Commission's accountability for the money it receives. If you have questions about this report or need additional financial information, contact David Stamey (Vice-chair) at 318-357-1262.

**STATE OF LOUISIANA
NATCHITOCHE HISTORIC DISTRICT DEVELOPMENT COMMISSION
BALANCE SHEET
AS OF JUNE 30, 2008**

ASSETS

CURRENT ASSETS:

Cash and cash equivalents	\$ 71,423
Investments	
Receivables (net of allowance for doubtful accounts)(Note U)	37,759
Due from other funds (Note Y)	
Due from federal government	
Inventories	
Prepayments	
Notes receivable	
Other current assets	
Total current assets	109,181

NONCURRENT ASSETS:

Restricted assets (Note F):	
Cash	
Investments	
Receivables	
Investments	
Notes receivable	
Capital assets (net of depreciation)(Note D)	
Land	
Buildings and improvements	
Machinery and equipment	
Infrastructure	
Vehicles	
Other noncurrent assets	
Total noncurrent assets	-
Total assets	\$ 109,181

LIABILITIES

CURRENT LIABILITIES:

Accounts payable and accruals (Note V)	\$ 900
Due to other funds (Note Y)	
Due to federal government	
Deferred revenues	
Amounts held in custody for others	
Other current liabilities	
Current portion of long-term liabilities: (Note K)	
Contracts payable	
Compensated absences payable	
Capital lease obligations	
Claims and litigation payable	
Notes payable	
Bonds payable	
Other long-term liabilities	
Total current liabilities	900

NONCURRENT LIABILITIES: (Note K)

Contracts payable	
Compensated absences payable	
Capital lease obligations	
Claims and litigation payable	
Notes payable	
Bonds payable	
OPEB payable	
Other long-term liabilities	
Total noncurrent liabilities	-
Total liabilities	900

NET ASSETS

Invested in capital assets, net of related debt	
Restricted for:	
Capital projects	
Debt service	
Unemployment compensation	
Other specific purposes	
Unrestricted	108,281
Total net assets	108,281
Total liabilities and net assets	\$ 109,181

The accompanying notes are an integral part of this financial statement.
Statement A

**STATE OF LOUISIANA
NATCHITOCHE HISTORIC DISTRICT DEVELOPMENT COMMISSION
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2008**

OPERATING REVENUES

Sales of commodities and services	\$	
Assessments		
Use of money and property		
Licenses, permits, and fees		
Other		
Total operating revenues		

OPERATING EXPENSES

Cost of sales and services		
Administrative		293,261
Depreciation		
Amortization		
Total operating expenses		293,261
Operating income(loss)		(293,261)

NON-OPERATING REVENUES(EXPENSES)

State appropriations		225,000
Intergovernmental revenues(expenses)		
Taxes		
Use of money and property		1,039
Gain on disposal of fixed assets		
Loss on disposal of fixed assets		
Federal grants		
Interest expense		
Other revenue		
Other expense		
Total non-operating revenues(expenses)		226,039
Income(loss) before contributions, extraordinary items, & transfers		(67,223)

Capital contributions

Extraordinary item - Loss on impairment of capital assets

Transfers in

Transfers out

Change in net assets (67,223)

Total net assets – beginning 175,504

Total net assets – ending \$ 108,281

The accompanying notes are an integral part of this financial statement.
Statement B

STATE OF LOUISIANA
NATCHITOCHE HISTORIC DISTRICT DEVELOPMENT COMMISSION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2008

		Program Revenues		
		Operating	Capital	Net (Expense)
	Expenses	Charges for	Grants and	Revenue and
		Services	Contributions	Changes in
			Contributions	Net Assets
Entity	\$ 293,261	\$	\$	\$ (293,261)
General revenues:				
Taxes				
State appropriations				225,000
Intergovernmental				
Interest				1,039
Miscellaneous				
Special items				
Extraordinary item - Loss on impairment of capital assets				
Transfers				
Total general revenues, special items, and transfers				226,039
Change in net assets				(67,223)
Net assets - beginning as restated				175,504
Net assets - ending				\$ 108,281

The accompanying notes are an integral part of this statement.
Statement C

**STATE OF LOUISIANA
NATCHITOCHES HISTORIC DISTRICT DEVELOPMENT COMMISSION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2008**

Cash flows from operating activities		
Cash received from customers	\$	
Cash payments to suppliers for goods and services		(293,261)
Cash payments to employees for services		
Payments in lieu of taxes		
Internal activity-payments to other funds		
Claims paid to outsiders		
Other operating revenues(expenses)		
Net cash provided(used) by operating activities		(293,261)
Cash flows from non-capital financing activities		
State appropriations		282,012
Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Operating grants received		
Transfers in		
Transfers out		
Other		
Net cash provided(used) by non-capital financing activities		282,012
Cash flows from capital and related financing activities		
Proceeds from sale of bonds		
Principal paid on bonds		
Interest paid on bond maturities		
Proceeds from issuance of notes payable		
Principal paid on notes payable		
Interest paid on notes payable		
Acquisition/construction of capital assets		
Proceeds from sale of capital assets		
Capital contributions		
Other		
Net cash provided(used) by capital and related financing activities		-
Cash flows from investing activities		
Purchases of investment securities		
Proceeds from sale of investment securities		
Interest and dividends earned on investment securities		1,039
Net cash provided(used) by investing activities		1,039
Net increase(decrease) in cash and cash equivalents		(10,210)
Cash and cash equivalents at beginning of year		81,633
Cash and cash equivalents at end of year	\$	71,423

Statement D
(Continued)

STATE OF LOUISIANA
NATCHITOCHE HISTORIC DISTRICT DEVELOPMENT COMMISSION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2008

Reconciliation of operating income(loss) to net cash provided(used) by operating activities:

Operating income(loss)		\$ (293,261)
Adjustments to reconcile operating income(loss) to net cash		
Depreciation/amortization		
Provision for uncollectible accounts		
Other		
Changes in assets and liabilities:		
(Increase)decrease in accounts receivable, net		
(Increase)decrease in due from other funds		
(Increase)decrease in prepayments		
(Increase)decrease in inventories		
(Increase)decrease in other assets		
Increase(decrease) in accounts payable and accruals		
Increase(decrease) in compensated absences payable		
Increase(decrease) in due to other funds		
Increase(decrease) in deferred revenues		
Increase(decrease) in OPEB payable		
Increase(decrease) in other liabilities		
Net cash provided(used) by operating activities		\$ (293,261)

Schedule of noncash investing, capital, and financing activities:

Borrowing under capital lease	\$	
Contributions of fixed assets		
Purchases of equipment on account		
Asset trade-ins		
Other (specify)		
Total noncash investing, capital, and financing activities:	\$	

The accompanying notes are an integral part of this statement.
Statement D (concluded)

**STATE OF LOUISIANA
NATCHITOCHE HISTORIC DISTRICT DEVELOPMENT COMMISSION
Notes to the Financial Statement
As of and for the year ended June 30, 2008**

INTRODUCTION

The Commission was created by the Louisiana State Legislature under the provisions of Louisiana Revised Statute 25:791. The following is a brief description of the operations of the Commission which includes the parishes in which the Commission operates:

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

In April of 1984, the Financial Accounting Foundation established the Governmental Accounting Standards Board (GASB) to promulgate generally accepted accounting principles and reporting standards with respect to activities and transactions of state and local governmental entities. The GASB has issued a Codification of Governmental Accounting and Financial Reporting Standards (GASB Codification). This codification and subsequent GASB pronouncements are recognized as generally accepted accounting principles for state and local governments. The accompanying financial statements have been prepared in accordance with such principles.

The accompanying financial statements of the Commission present information only as to the transactions of the programs of the Commission as authorized by Louisiana statutes and administrative regulations.

Basis of accounting refers to when revenues and expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The accounts of the Commission are maintained in accordance with applicable statutory provisions and the regulations of the Division of Administration – Office of Statewide Reporting and Accounting Policy as follows:

Revenue Recognition

Revenues are recognized using the full accrual basis of accounting; therefore, revenues are recognized in the accounting period in which they are earned and become measurable.

Expense Recognition

Expenses are recognized on the accrual basis; therefore, expenses, including salaries, are recognized in the period incurred, if measurable.

B. BUDGETARY ACCOUNTING

The appropriations made for the operations of the various programs of the Commission are annual lapsing appropriations.

1. The budgetary process is an annual appropriation valid for one year.
2. The agency is prohibited by statute from over expending the categories established in the budget.
3. Budget revisions are granted by the Joint Legislative Committee on the Budget, a committee of the Louisiana Legislature. Interim emergency appropriations may be granted by the Interim Emergency Board.
4. The budgetary information included in the financial statements includes the original appropriation plus subsequent amendments as follows:

STATE OF LOUISIANA
NATCHITOCHE HISTORIC DISTRICT DEVELOPMENT COMMISSION
Notes to the Financial Statement
As of and for the year ended June 30, 2008

	<u>APPROPRIATIONS</u>
Original approved budget	\$ <u>380,945</u>
Amendments:	<u> </u> <u> </u> <u> </u> <u> </u>
Final approved budget	\$ <u><u>380,945</u></u>

C. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

1. DEPOSITS WITH FINANCIAL INSTITUTIONS

For reporting purposes, deposits with financial institutions include savings, demand deposits, time deposits, and certificates of deposit. Under state law the Commission may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further, the Commission may invest in time certificates of deposit in any bank domiciled or having a branch office in the state of Louisiana; in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

For the purpose of the Statement of Cash Flows and balance sheet presentation, all highly liquid investments (including negotiable CDs and restricted cash and cash equivalents) and deposits (including nonnegotiable CDs and restricted cash and cash equivalents) with a maturity of three months or less when purchased are considered to be cash equivalents.

Deposits in bank accounts are stated at cost, which approximates market. Under state law these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts held by the State Treasurer.

GASB Statement 40, which amended GASB Statement 3, eliminated the requirement to disclose all deposits by the three categories of risk. GASB Statement 40 requires only the disclosure of deposits that are considered to be exposed to custodial credit risk. An entity's deposits are exposed to custodial credit risk if the deposit balances are either 1) uninsured and uncollateralized, 2) uninsured and collateralized with securities held by the pledging financial institution, or 3) uninsured and collateralized with securities held by the pledging financial institution's trust department or agent, but not in the entity's name.

The deposits at June 30, 2008, consisted of the following:

STATE OF LOUISIANA
NATCHITOCHE HISTORIC DISTRICT DEVELOPMENT COMMISSION
Notes to the Financial Statement
As of and for the year ended June 30, 2008

	<u>Cash</u>	<u>Nonnegotiable Certificates of Deposit</u>	<u>Other (Describe)</u>	<u>Total</u>
Balance per agency books	\$ <u>71,423</u>	\$ _____	\$ _____	\$ <u>71,422.87</u>
Deposits in bank accounts per bank	\$ <u>104,335</u>	\$ _____	\$ _____	\$ <u>104,334.86</u>
Bank balances of deposits exposed to custodial credit risk:				
a. Deposits not insured and uncollateralized	\$ _____	\$ _____	\$ _____	\$ <u>-</u>
b. Deposits not insured and collateralized with securities held by the pledging institution.	\$ _____	\$ _____	\$ _____	\$ <u>-</u>
c. Deposits not insured and collateralized with securities held by the pledging institution's trust				

NOTE: The "Deposits in bank accounts per bank" will not necessarily equal the "Balance per agency books" due to outstanding items.

The following is a breakdown by banking institution, program, account number, and amount of the "Deposits in bank accounts per bank" balances shown above:

<u>Banking Institution</u>	<u>Program</u>	<u>Amount</u>
1. <u>Exchange Bank</u>	<u>Operations</u>	\$ <u>104,335</u>
2. _____	_____	_____
3. _____	_____	_____
4. _____	_____	_____
Total		\$ <u>104,335</u>

Cash in State Treasury and petty cash are not required to be reported in the note disclosure. However, to aid in reconciling amounts reported on the balance sheet to amounts reported in this note, list below any cash in treasury and petty cash that are included on the balance sheet.

Cash in State Treasury	\$ _____
Petty cash	\$ _____

2. INVESTMENTS

The Commission does not maintain investment accounts as authorized by La. Revised Statute 33:2955.

3. DERIVATIVES

N/A

4. CREDIT RISK, INTEREST RATE RISK, CONCENTRATION OF CREDIT RISK, AND FOREIGN CURRENCY RISK DISCLOSURES

**STATE OF LOUISIANA
NATCHITOCHE HISTORIC DISTRICT DEVELOPMENT COMMISSION
Notes to the Financial Statement
As of and for the year ended June 30, 2008**

A. Credit Risk of Debt Investments

N/A

B. Interest Rate Risk of Debt Investments

N/A

C. Concentration of Credit Risk

N/A

D. Foreign Currency Risk

N/A

5. POLICIES

The Commission does not have a policy regarding custodial credit risk, credit risk of debt investments, concentration of credit risk, interest rate risk, or foreign currency risk because it does not allow investments that would be subject to these types of loss.

6. OTHER DISCLOSURES REQUIRED FOR INVESTMENTS

N/A

D. CAPITAL ASSETS – INCLUDING CAPITAL LEASE ASSETS

N/A

E. INVENTORIES

N/A

F. RESTRICTED ASSETS

N/A

G. LEAVE

The Commission has no employees.

H. RETIREMENT SYSTEM

N/A

I. OTHER POSTEMPLOYMENT BENEFITS

N/A

**STATE OF LOUISIANA
NATCHITOCHE HISTORIC DISTRICT DEVELOPMENT COMMISSION
Notes to the Financial Statement
As of and for the year ended June 30, 2008**

J. LEASES

1. OPERATING LEASES

N/A

2. CAPITAL LEASES

N/A

3. LESSOR DIRECT FINANCING LEASES

N/A

4. LESSOR – OPERATING LEASE

N/A

K. LONG-TERM LIABILITIES

N/A

L. CONTINGENT LIABILITIES

N/A

M. RELATED PARTY TRANSACTIONS

N/A

N. ACCOUNTING CHANGES

N/A

O. IN-KIND CONTRIBUTIONS

N/A

P. DEFEASED ISSUES

N/A

Q. REVENUES – PLEDGED OR SOLD (GASB 48)

1. PLEDGED REVENUES

N/A

2. FUTURE REVENUES REPORTED AS A SALE

N/A

R. GOVERNMENT-MANDATED NONEXCHANGE TRANSACTIONS (GRANTS)

N/A

STATE OF LOUISIANA
NATCHITOCHE HISTORIC DISTRICT DEVELOPMENT COMMISSION
Notes to the Financial Statement
As of and for the year ended June 30, 2008

S. VIOLATIONS OF FINANCE-RELATED LEGAL OR CONTRACTUAL PROVISIONS

N/A

T. SHORT-TERM DEBT

N/A

U. DISAGGREGATION OF RECEIVABLE BALANCES

Receivables at June 30, 2008, were as follows:

Fund (gen. fund, gas tax fund, etc.)	Customer Receivables	Taxes	Receivables from other Governments	Other Receivables	Total Receivables
General Fund	\$	\$	\$ 37,759.00	\$	\$ 37,759.00
					-
Gross receivables	\$ -	\$ -	\$ 37,759.00	\$ -	\$ 37,759.00
Less allowance for uncollectible accounts	-	-	-	-	-
Receivables, net	\$ -	\$ -	\$ 37,759.00	\$ -	\$ 37,759.00
Amounts not scheduled for collection during the subsequent year	\$	\$	\$	\$	\$ -

V. DISAGGREGATION OF PAYABLE BALANCES

Payables at June 30, 2008, were as follows:

Fund	Vendors	Salaries and Benefits	Accrued Interest	Other Payables	Total Payables
General Fund	\$ 900	\$	\$	\$	\$ 900
					-
Total payables	\$ 900	\$ -	\$ -	\$ -	\$ 900

W. SUBSEQUENT EVENTS

N/A

X. SEGMENT INFORMATION

N/A

Y. DUE TO/DUE FROM AND TRANSFERS

N/A

**STATE OF LOUISIANA
NATCHITOCHEs HISTORIC DISTRICT DEVELOPMENT COMMISSION
Notes to the Financial Statement
As of and for the year ended June 30, 2008**

Z. LIABILITIES PAYABLE FROM RESTRICTED ASSETS

N/A

AA. PRIOR-YEAR RESTATEMENT OF NET ASSETS

N/A

BB. NET ASSETS RESTRICTED BY ENABLING LEGISLATION (GASB STATEMENT 46)

N/A

CC. IMPAIRMENT OF CAPITAL ASSETS

N/A

DD. EMPLOYEE TERMINATION BENEFITS

N/A

STATE OF LOUISIANA
NATCHITOCHEs HISTORIC DISTRICT DEVELOPMENT COMMISSION
SCHEDULE OF PER DIEM PAID TO BOARD MEMBERS
For the Year Ended June 30, 2008

<u>Name</u>	<u>Amount</u>
Williams, Roger (Chair)	\$ _____
Stamey, David (Vice-chair)	_____
Newell, Saidee (Secretary)	_____
Lee, Edd (Treasurer)	_____
Crew, Robert G.	_____
DeBlieux, Robert	_____
Dickens, Sandra	_____
Gahagan, Sharon	_____
Graves, Daniel	_____
Harper, Iris	_____
Hornsby, Courtney	_____
James, Will	_____
McCullen, Mayor Wayne	_____
Murchison, Tyler	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
	\$ <u>0</u>

Note: The per diem payments are authorized by Louisiana Revised Statute, and are presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Legislature.

SCHEDULE 1

STATE OF LOUISIANA
NATCHITOCHEs HISTORIC DISTRICT DEVELOPMENT COMMISSION
COMPARISON FIGURES

To assist OSRAP in determining the reason for the change in financial position for the State, please complete the schedule below. If the change is greater than \$1 million, explain the reason for the change.

	<u>2008</u>	<u>2007</u>	<u>Difference</u>	<u>Percentage Change</u>
1) Revenues	\$ 225,000	\$ 225,089	\$ 89	\$ <1%
Expenses	293,261	228,246	65,015	28%
2) Capital assets				
Long-term debt				
Net Assets	108,281	175,504	(67,223)	38%
Explanation for change:				

SCHEDULE 15